

Modoc County Economic Forecast

Located in the north east corner of the state, Modoc County borders the state of Oregon to the north, the state of Nevada to the east, and Siskiyou County to the west. Modoc County has a population of 9,700 people and 3,000 wage and salary jobs. The per capita income in the county is \$23,960, and the average salary per worker is \$28,500. In 2005 the median household income is estimated at \$42,550.

In 2004, 92 wage and salary jobs were lost in Modoc County, a decline of 3.0 percent. Non-farm employment, which accounts for 87 percent of total employment in the county, lost 107 jobs last year. The unemployment rate declined slightly, however, to 8.6 percent in 2004.

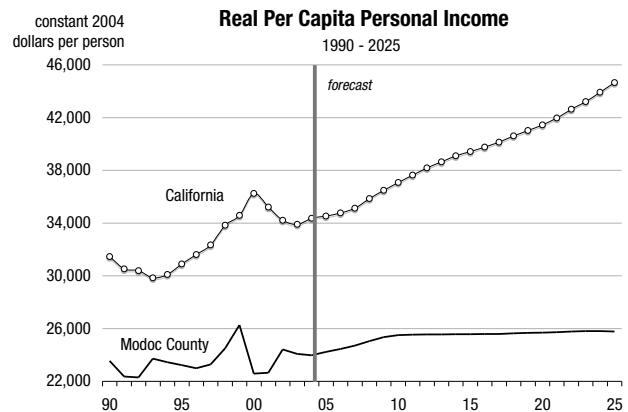
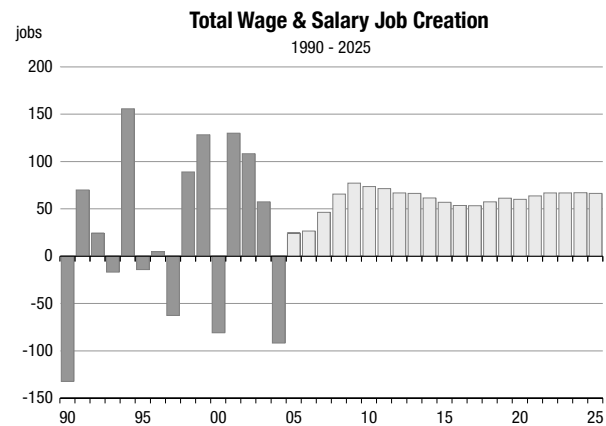
The only sector to create jobs in Modoc County last year was the farm sector, which added 15 jobs. All non-farm sectors lost jobs in 2004. Retail trade, education and healthcare, and government lost the most jobs last year. Each sector lost 20 or more jobs in 2004. The largest employment sector in the county is government, which accounts for over 45 percent of total employment.

The population of Modoc County grew 2.2 percent in 2004. The only incorporated city is Alturas, home to 29 percent of the county's population. The population of Alturas declined 0.1 percent between January 2004 and January 2005. Net migration in the county was positive last year, with a total of 235 migrants entering the county.

Employment growth is expected to turn positive over the next several years, driven by non-farm employment growth. Population growth will remain positive, but modest, over the next several years.

Forecast Highlights

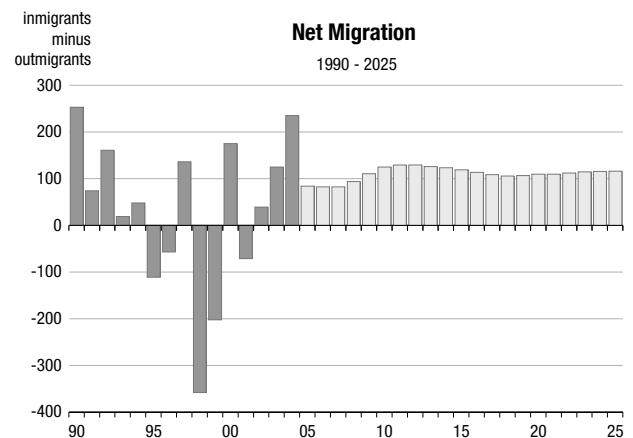
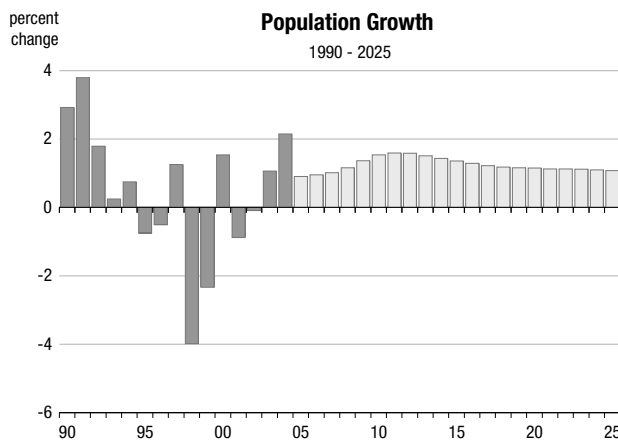
- Non-farm job growth is forecast to turn positive in 2005, with non-farm employment increasing 1.1 percent. Job growth is expected to continue to rise over the next five years, averaging 2.2 percent per year.
- Average salaries adjusted for inflation are currently below the California state average, and will remain so over the forecast period. Inflation adjusted salaries are expected to decline an average of 0.1 percent per year over the next 5 years.
- Between 2005 and 2010, the momentum for employment growth is in services and the public sector. These sectors account for almost all of the growth in the county over the next five years.
- The population in the county will continue to grow, but at a slower rate than the state average. Annual growth in the 2005 to 2010 period averages 1.2 percent per year. Average growth in the state during this same period is 1.5 percent per year.
- Net migration is forecast at between 80 and 90 people in 2005. Over the next five years net migration is expected to average 100 net migrants per year.
- Real per capita income is forecast to increase 1.1 percent in 2005. Over the next five years real per capita incomes are expected to increase an average of 1.0 percent per year.
- Total taxable sales, adjusted for inflation, are forecast to rise at a rate of 1.7 percent in 2005. Over the next five years real taxable sales are forecast to increase 1.1 percent per year.
- Industrial production is forecast to increase eight percent in 2005. Over the next five years the growth rate of industrial production averages 6.3 percent per year. Total crop production, adjusted for inflation, is expected to decline an average of 3.3 percent per year between 2005 and 2010.



Modoc County Economic Forecast

1995-2004 History, 2005-2025 Forecast

	Population (people)	Net Migration (people)	Registered Vehicles (thousands)	Households (thousands)	New Homes Permitted (homes)	Total Taxable Sales (millions)	Personal Income (millions)	Real Per Capita Income (dollars)	Inflation Rate (% change in CPI)	Real Farm Crop Value (millions)	Real Industrial Production (millions)	Unemploy- ment Rate (percent)
1995	9,975	-111	11.4	4.0	10	\$79.7	\$176.6	\$23,224	2.0	84.3	8.8	13.3
1996	9,925	-57	11.6	4.0	9	\$50.1	\$177.9	\$22,978	2.3	73.3	6.7	12.2
1997	10,050	136	10.7	4.0	7	\$61.4	\$188.7	\$23,273	3.4	70.8	6.4	11.8
1998	9,650	-358	10.9	4.1	10	\$62.3	\$196.8	\$24,502	3.2	67.9	7.6	11.3
1999	9,425	-202	11.0	4.1	14	\$61.9	\$214.9	\$26,271	4.2	73.6	11.2	8.6
2000	9,570	175	11.4	3.8	20	\$75.9	\$195.9	\$22,582	4.5	75.3	15.0	7.4
2001	9,486	-71	11.9	3.8	10	\$77.2	\$205.2	\$22,649	5.4	60.2	16.0	6.9
2002	9,478	39	12.1	3.8	27	\$72.9	\$224.6	\$24,411	1.6	76.0	16.9	7.9
2003	9,579	125	12.2	3.8	35	\$74.0	\$228.0	\$24,079	1.8	73.2	16.8	8.7
2004	9,785	235	13.1	3.9	14	\$78.4	\$234.5	\$23,964	1.2	73.9	16.3	8.6
2005	9,874	84	13.3	3.9	16	\$81.5	\$244.5	\$24,224	1.7	70.3	17.6	8.1
2006	9,968	82	13.5	3.9	17	\$84.6	\$255.7	\$24,453	2.7	67.3	18.5	8.0
2007	10,069	82	13.7	3.9	18	\$87.8	\$267.9	\$24,707	2.6	64.8	19.8	8.0
2008	10,187	94	13.8	3.9	19	\$90.9	\$281.7	\$25,036	2.6	62.6	21.3	7.8
2009	10,326	110	13.9	4.0	20	\$94.2	\$296.2	\$25,349	2.5	61.1	22.6	7.7
2010	10,485	125	14.0	4.0	21	\$97.7	\$310.6	\$25,498	2.7	59.5	23.8	7.7
2011	10,653	129	14.1	4.0	21	\$101.2	\$324.7	\$25,533	2.7	58.0	25.0	7.6
2012	10,822	129	14.2	4.0	21	\$104.8	\$339.6	\$25,558	2.8	56.5	26.2	7.4
2013	10,985	126	14.2	4.0	21	\$108.5	\$354.7	\$25,546	2.9	55.1	27.6	7.1
2014	11,143	123	14.2	4.0	20	\$112.2	\$370.6	\$25,574	2.9	53.6	29.1	6.9
2015	11,295	119	14.3	4.0	20	\$116.1	\$387.1	\$25,565	3.1	52.1	30.5	6.8
2016	11,441	114	14.3	4.0	20	\$119.9	\$403.9	\$25,577	3.0	50.7	31.6	6.8
2017	11,581	109	14.3	4.0	19	\$123.7	\$420.7	\$25,584	2.9	49.3	32.7	6.9
2018	11,717	106	14.3	4.1	20	\$127.3	\$438.1	\$25,637	2.7	48.0	33.8	7.0
2019	11,854	107	14.3	4.1	20	\$131.1	\$455.9	\$25,663	2.8	46.7	35.1	6.9
2020	11,991	109	14.3	4.1	20	\$134.9	\$474.0	\$25,691	2.7	45.5	36.5	6.8
2021	12,126	110	14.3	4.1	20	\$138.7	\$492.3	\$25,716	2.6	44.3	37.9	6.7
2022	12,263	112	14.3	4.1	20	\$142.6	\$512.1	\$25,769	2.6	43.3	38.9	6.6
2023	12,401	115	14.3	4.1	20	\$146.7	\$532.8	\$25,805	2.7	42.2	39.9	6.6
2024	12,538	116	14.3	4.1	20	\$150.9	\$553.3	\$25,806	2.7	41.2	40.9	6.5
2025	12,673	116	14.3	4.1	20	\$155.1	\$573.5	\$25,772	2.7	40.2	41.8	6.4



Modoc County Employment Forecast

1995-2004 History, 2005-2025 Forecast

	Total Wage & Salary	Farm	Goods Producing	Retail Trade	Health & Education	Leisure	Government
	-----employment (number of jobs)-----						
1995	2,718	308	118	388	158	174	1,298
1996	2,723	309	88	403	172	169	1,303
1997	2,661	347	80	397	163	158	1,297
1998	2,750	408	91	427	148	152	1,265
1999	2,878	381	132	464	151	153	1,278
2000	2,798	338	164	428	144	158	1,265
2001	2,928	293	175	461	138	158	1,342
2002	3,036	312	182	528	148	152	1,380
2003	3,093	375	168	519	148	167	1,394
2004	3,002	390	155	481	123	168	1,359
2005	3,026	386	164	482	129	166	1,367
2006	3,053	382	169	494	138	164	1,370
2007	3,099	379	173	511	150	164	1,376
2008	3,165	375	177	534	164	166	1,389
2009	3,242	376	180	560	171	170	1,412
2010	3,316	374	182	588	175	174	1,438
2011	3,388	373	184	615	179	177	1,465
2012	3,455	372	186	640	179	182	1,491
2013	3,521	370	189	664	182	187	1,517
2014	3,583	369	191	687	184	190	1,541
2015	3,640	367	193	708	184	195	1,563
2016	3,694	365	194	730	184	197	1,585
2017	3,747	363	194	752	185	199	1,607
2018	3,804	361	193	774	185	202	1,631
2019	3,866	359	193	796	185	205	1,657
2020	3,926	358	194	818	183	208	1,684
2021	3,990	356	195	840	184	210	1,711
2022	4,057	356	196	863	185	212	1,740
2023	4,124	355	197	885	186	213	1,769
2024	4,191	354	198	907	188	215	1,800
2025	4,257	353	199	930	190	217	1,829

